

LEON E. COMEAUX**& ASSOCIATES**

Geological & Petroleum Consultants

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June 3, 2004

Honorable James H. Welsh
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, Louisiana 70804-9275

RE: UL-2 Sand, Reservoir B
UL-4 Sand, Reservoir E
UL-5 Sand, Reservoir B
UL-6 Sand, Reservoir A
LAKE SAND FIELD
Iberia Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of Clovelly Oil Co., Inc. to the Commissioner of Conservation for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of orders pertaining to the following matters relating to the UL-2 Sand, Reservoir B, the UL-4 Sand, Reservoir E, the UL-5 Sand, Reservoir B and the UL-6 Sand, Reservoir A in the Lake Sand Field, Iberia Parish, Louisiana.

FOR THE UL-2 SAND, RESERVOIR B

1. To dissolve the UL-2 RB SUA in the Lake Sand Field, Iberia Parish, Louisiana, as established by Office of Conservation Order No. 216-T-1, effective October 4, 1994, and simultaneously therewith, to create a revised drilling and production unit for the exploration for and production of gas and condensate from the UL-2 RB SUA.

2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created.

3. To designate Clovelly Oil Co., Inc. as operator of the proposed unit.

4. To designate the Clovelly Oil Co., Inc. - S.L. 1706 No. 1 Well as the unit well for the proposed unit.

5. Except as may be in conflict with the provisions hereof, the provisions of Office of Conservation Order No. 216-T-1 shall remain in full force and effect.

6. To consider such other matters as may be pertinent.

The UL-2 Sand, Reservoir B, in the Lake Sand Field, Iberia Parish, Louisiana, was previously defined in Office of Conservation Order No. 216-T-1, effective October 4, 1994 and is hereby further defined as that gas and condensate bearing sand encountered between the electrical log measured depths of 10,990' and 11,044' (10,673' to 10,712' true vertical depths) in the Clovelly Oil Co., Inc. - S.L. 1706 No. 1 Well, located in West Cote Blanche Bay, Township 17 South, Range 7 East, Iberia Parish, Louisiana.

**FOR THE UL-4 SAND, RESERVOIR E,
THE UL-5 SAND, RESERVOIR B, AND
THE UL-6 SAND, RESERVOIR A**

1. To establish rules and regulations governing the exploration for and production of gas and condensate from the the UL-4 Sand, Reservoir E, the UL-5 Sand, Reservoir B and the UL-6 Sand, Reservoir A in the Lake Sand Field, Iberia Parish, Louisiana.
2. To create a single drilling and production unit for these sands and to force pool and integrate all separately owned tracts, mineral leases and other property interests within the units so created.
3. To designate Clovelly Oil Co., Inc. as the operator of the proposed units.
4. To designate the Clovelly Oil Co., Inc. - S.L. 1814 No. 1 Well as the unit well for the proposed units.
5. To provide that any wells drilled outside of the UL-4 Sand, Reservoir E, the UL-5 Sand, Reservoir B and the UL-6 Sand, Reservoir A shall be in accordance with the spacing provisions of Statewide Order No. 29-E.
6. To provide that the Commissioner may reclassify the Reservoirs by supplemental orders and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner.
7. To consider such other matters as may be pertinent..

The UL-4 Sand, Reservoir E, in the Lake Sand Field, Iberia Parish, Louisiana, is hereby defined as being that gas and condensate bearing sand encountered between the electrical log measured depths of 12,424' and 12,502' (11,716' to 11,774' true vertical depths) in the Clovelly Oil Co., Inc. - S.L. 1814 No. 1 Well, located in West Cote Blanche Bay, Township 17 South, Range 7 East, Iberia Parish, Louisiana.

The UL-5 Sand, Reservoir B, in the Lake Sand Field, Iberia Parish, Louisiana, is hereby defined as being that gas and condensate bearing sand encountered between the electrical log measured depths of 12,618' and 12,664' (11,861' to 11,896' true vertical depths) in the Clovelly Oil Co., Inc. - S.L. 1814 No. 1 Well, located in West Cote Blanche Bay, Township 17 South, Range 7 East, Iberia Parish, Louisiana.

The UL-6 Sand, Reservoir A, in the Lake Sand Field, Iberia Parish, Louisiana, is hereby defined as being that gas and condensate bearing sand encountered between the electrical log measured depths of 12,774' and 12,874' (11,979' to 12,054' true vertical depths) in the Clovelly Oil Co., Inc. - S.L. 1814 No. 1 Well, located in West Cote Blanche Bay, Township 17 South, Range 7 East, Iberia Parish, Louisiana.

In addition to furnishing the legal notice to all Interested Parties, the applicant will provide for POSTING of the legal notice of the hearing and unit plats in a prominent place in the area of the Lake Sand Field, Iberia Parish, Louisiana, and will cause the legal notice of the hearing to be PUBLISHED in a newspaper of general circulation published in the vicinity of the Lake Sand Field, Iberia Parish, Louisiana, at least fifteen (15) days before the hearing date.

Any pertinent data relating to the subject application can be obtained AT THE COST OF THE REQUESTING PARTY, from Leon E. Comeaux & Associates, 305 La Rue France, Lafayette, Louisiana 70505 (337-233-9839).

In compliance with the Rules of Procedure, a preapplication notice was given, but no request for a conference was received, and therefore, none was held.

There are attached hereto and made a part hereof plats outlining the proposed units and a list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom this application is being sent. Pursuant to the Revised Rules of Procedure, such list of parties and proposed unit plats (being the same plats attached to the May 20, 2004 preapplication notice) are being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, said plats and the list of parties will be provided to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, there is enclosed our check on behalf of the applicant, Clovelly Oil Co., in the sum of \$3,020.00 payable to the Office of Conservation and representing the required hearing application fee.

Sincerely,

LEON E. COMEAUX & ASSOCIATES



Bill McAlister, Jr.

BMJr/cu
Enclosures

cc: Mr. Richard Hudson
Office of Conservation
825 Kaliste Saloom Rd.,
Brandywine III, Ste. 220
Lafayette, LA 70506-4284

Interested Owners, Interested
Parties and Represented Parties

R 7 E

5
12102'

8
17500'

S.L. 1703
S.L. 1706

UL-2 RB SUA
S.L. 1706 No. 1
±41 Acres

— As Per Order No. 216-T-1
- - - Proposed Revision

EXXON
2
13000'

EXXON
14
14840'

EXXON
6
16391'

EXXON
3
10501'

CLOVELLY OIL



EXXON
17
17200'

AMOCO
1
10274'
13275' MD
12355' VD

12860' MD
12438' VD

22
14750'

BADGER
3



EXXON
12
14237'

S.L. 1814
9

8

2
14826'

16 S.L. 3209

EXHIBIT NO.
DOCKET NO. 04-

S.L. 3498

CLOVELLY OIL COMPANY, INC.

LAKE SAND FIELD
IBERIA PARISH, LOUISIANA

PROPOSED REVISED UNIT
UL-2 SAND

Geology By: William S. McAlister, Jr.

DATE:

0' 1000' 2000'

LEON E. COMEAUX & ASSOC. GEOLOGISTS

17

R 7 E

5
12102'

8
17500'

S.L. 1703

S.L. 1706

UL-4 RE SUA
S.L. 1814 No. 1
±59 Acres

EXXON
2
13000'

EXXON
14
14840'

EXXON
6
16391'

EXXON
3
10501'

CLOVELLY OIL
1

EXXON
17
17200'

BADGER
3

AMOCO
1
10274'

12860' MD
12438' VD

22
14750'

EXXON
12
14237'

S.L. 1814
9

8

2
14826'

16 S.L. 3209

EXHIBIT NO.
DOCKET NO. 04-

S.L. 3498

CLOVELLY OIL COMPANY, INC.

LAKE SAND FIELD
IBERIA PARISH, LOUISIANA

PROPOSED UNIT
UL-4 SAND

Geology By: William S. McAlister, Jr.

0' 1000' 2000'

DATE

LEON E. COMEAUX & ASSOC. GEOLOGISTS

17

T
17
S

R 7 E

5
12102'

8
17500'

S.L. 1703
S.L. 1706

UL-5 RB SUA
S.L. 1814 No. 1
±76 Acres

EXXON
2
13000'

EXXON
14
14840'

EXXON
6
16391'

EXXON
3
10501'

CLOVELLY OIL

EXXON
17
17200'

BADGER
3

EXXON
12
14237'

AMOCO 13275' MD
1 12355' VD

10274'

12860' MD
12438' VD

22
14750'

S.L. 1814
9

8

16 S.L. 3209

EXHIBIT NO.
DOCKET NO. 04-

CLOVELLY OIL COMPANY, INC.

LAKE SAND FIELD
IBERIA PARISH, LOUISIANA

PROPOSED UNIT
UL-5 SAND

Geology By: William S. McAlister, Jr.

0' 1000' 2000'

DATE

LEON E. COMEAUX & ASSOC. GEOLOGISTS

S.L. 3498

17

T
17
S

R 7 E

5
12102'

8
17500'

S.L. 1703
S.L. 1706

UL-6 RA SUA
S.L. 1814 No. 1
±47 Acres

EXXON
2
13000'

EXXON
14840' 14

EXXON
6
16391'

EXXON
3
10501'

CLOVELLY OIL
1

EXXON
17
17200'

BADGER
3

EXXON
12
14237'

2
14826'

S.L. 1814
9

16 S.L. 3209

EXHIBIT NO.
DOCKET NO. 04-

CLOVELLY OIL COMPANY, INC.

LAKE SAND FIELD
IBERIA PARISH, LOUISIANA

PROPOSED UNIT
UL-6 SAND

Geology By: William S. McAlister, Jr.

0' 1000' 2000'

DATE

LEON E. COMEAUX & ASSOC. GEOLOGISTS

S.L. 3498

17

T
17
S